

## **FISCAL NOTE**

### **SB 3184 - HB 3098**

March 5, 2008

**SUMMARY OF BILL:** Deletes the current exemption from review by the Fiscal Review Committee (FRC) of non-competitive contracts or amendments entered into pursuant to a delegated authority, special delegated authority, or other special authority under the rules of the Department of Finance and Administration. Requires any Department of Children's Services contract or contract amendment with a possible maximum liability of \$250,000 or more and more than one year in length relative to the provision of child placement services to be reviewed by FRC regardless whether such contract or contract amendment qualifies as non-competitive.

#### **ESTIMATED FISCAL IMPACT:**

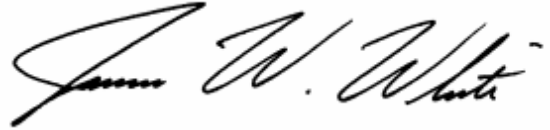
**Increase State Expenditures - \$5,000/One-Time  
\$82,600/Recurring**

##### Assumptions:

- The Department of Children's Services has entered into approximately 155 contracts with a total potential expenditure of \$539,000,000 pursuant to two delegated authorities. In addition, other state departments, including Finance and Administration and Human Services have entered into substantial numbers of these contracts. A significant percentage of these contracts will qualify as non-competitive and will be subject to FRC review.
- The FRC will require one additional attorney position to analyze the contracts, to prepare written comments and questions, and to prepare for Committee hearings which will be held throughout the year. The cost of this position is a total of \$82,584 recurring (\$62,000 salary plus \$20,584 benefits) and \$5,000 one-time for office furniture, law books, supplies and other related operating expenses.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/lsc